

**Final Federal Stimulus Package -- 11.59% FMAP Increase
With Restoration of MSR for Children**

State Fiscal Year	2008-09	2009-10	2010-11	Total
Updated version (3/2/09)				
FMAP Increase with Eligibility Reductions Restored	\$3,269,249,250	\$4,561,824,000	\$2,280,912,000	\$10,111,985,250
GF Cost of Restoring MSR for Children	(\$9,322,500)	(\$91,902,000)	(\$91,902,000)	(\$193,126,500)
	\$3,259,926,750	\$4,469,922,000	\$2,189,010,000	\$9,918,858,750
Net Savings from FMAP Increase				
	\$2,763,585,000	\$3,817,405,000	\$1,862,751,500	\$8,443,741,500
State General Fund Savings	\$491,995,500	\$649,040,000	\$324,520,000	\$1,465,555,500
County/Local Savings	\$4,346,250	\$3,477,000	\$1,738,500	\$9,561,750
Other State Funds				
Old version (2/21/09)				
FMAP Increase with Eligibility Reductions Restored	\$3,280,549,500	\$4,562,983,000	\$2,281,491,500	\$10,125,024,000
GF Cost of Restoring MSR for Children	(\$9,322,500)	(\$91,902,000)	(\$91,902,000)	(\$193,126,500)
	\$3,271,227,000	\$4,471,081,000	\$2,189,589,500	\$9,931,897,500
Net Savings from FMAP Increase				
	\$2,674,921,500	\$3,702,664,000	\$1,805,381,000	\$8,182,966,500
State General Fund Savings	\$596,305,500	\$768,417,000	\$384,208,500	\$1,748,931,000
County/Local Savings	\$0	\$0	\$0	\$0
Other State Funds				
Difference (New-Old)				
FMAP Increase with Eligibility Reductions Restored	(\$11,300,250)	(\$1,159,000)	(\$579,500)	(\$13,038,750)
GF Cost of Restoring MSR for Children	\$0	\$0	\$0	\$0
	(\$11,300,250)	(\$1,159,000)	(\$579,500)	(\$13,038,750)
Net Savings from FMAP Increase				
	\$88,663,500	\$114,741,000	\$57,370,500	\$260,775,000
State General Fund Savings	(\$104,310,000)	(\$119,377,000)	(\$59,688,500)	(\$283,375,500)
County/Local Savings	\$4,346,250	\$3,477,000	\$1,738,500	\$9,561,750
Other State Funds				

FINAL FEDERAL STIMULUS PACKAGE
Assumes Restoration of Midyear Status Reporting for Children
Estimates Based on November 2008 Medi-Cal Estimate

Assumptions:

1. CA FMAP increase = **11.59** %.
2. Enhanced FMAP applies to Benefits only (not County Admin, Other Admin. or FI).
3. Also applies to Title XXI costs that are based on FMAP (i.e., Presumptive Eligibility costs)
4. Does not apply to BCCF, which already receives 65/35 funding.
5. Does not apply to capped allotments (e.g., DSH and SNCP).
6. Stimulus period is 27 months (Oct. 1, 2008 through Dec. 31, 2010).
7. See footnote for eligibility reduction restoration assumptions.
8. Annual increase in FFP for each 1% increase in FMAP =

FY 2008-09	FY 2009-10
\$230,400,000 DHCS	\$242,700,000
\$88,000,000 Other Departments	\$85,900,000
\$500,000 Other State Funds	\$300,000
<u>\$56,600,000 Counties</u>	<u>\$56,000,000</u>
\$375,500,000 Total to California for each 1%	\$384,900,000

	SFY 2008-09	SFY 2009-10	SFY 2010-11	Total 27 Mos.
DHCS	\$2,002,752,000	\$2,812,893,000	\$1,406,446,500	\$6,222,091,500
Other Departments	<u>\$764,940,000</u>	<u>\$995,581,000</u>	<u>\$497,790,500</u>	<u>\$2,258,311,500</u>
	\$2,767,692,000	\$3,808,474,000	\$1,904,237,000	\$8,480,403,000
Savings to GF				
Counties	\$491,995,500	\$649,040,000	\$324,520,000	\$1,465,555,500
Other State Funds	\$4,346,250	\$3,477,000	\$1,738,500	\$9,561,750
Total CA savings w/o Restoration of Eligibility Reductions	\$3,264,033,750	\$4,460,991,000	\$2,230,495,500	\$9,955,520,250
Restoration of Eligibility Reductions (Cost to DHCS GF)				
Reduce CEC and Implement MSR ^{/1}	-\$9,322,500	-\$91,902,000	-\$91,902,000	-\$193,126,500
Total Cost of Restoration to DHCS GF	-\$9,322,500	-\$91,902,000	-\$91,902,000	-\$193,126,500
Additional DHCS FFP Received for Restored Costs	\$5,215,500	\$100,833,000	\$50,416,500	\$156,465,000
Net Savings				
DHCS	\$1,998,645,000	\$2,821,824,000	\$1,364,961,000	\$6,185,430,000
Other Departments	<u>\$764,940,000</u>	<u>\$995,581,000</u>	<u>\$497,790,500</u>	<u>\$2,258,311,500</u>
	\$2,763,585,000	\$3,817,405,000	\$1,862,751,500	\$8,443,741,500
Savings to GF				
Counties	\$491,995,500	\$649,040,000	\$324,520,000	\$1,465,555,500
Other State Funds	<u>\$4,346,250</u>	<u>\$3,477,000</u>	<u>\$1,738,500</u>	<u>\$9,561,750</u>
Net CA savings	\$3,259,926,750	\$4,469,922,000	\$2,189,010,000	\$9,918,858,750

Notes:

^{/1} Assume eligibility reductions not implemented, full restoration of costs in FY 2008-09 & FY 2009-10.

**Estimated Impact of Increase in Federal Medical Assistance Percentage (FMAP)
Title XIX and Title XXI (at regular FMAP)
FY 2009-10**

November 2008 FY 2009-10 Federal Funds Estimate \$21,755,639,000

		<u>DHCS GF</u>	<u>Other Dept. GF</u>	<u>Other State Funds</u>	<u>Local Matching Funds</u>	<u>Local CPE</u>	<u>Hospital CPE</u>	<u>Local IGT</u>	<u>Hospital IGT</u>	<u>Total</u>
<u>Reductions*</u>										
Other Depts (General Fund/Local Funds)	\$5,459,654,500	\$194,754,500	\$4,291,927,000		\$972,973,000					
Other Payments Involving CPE	\$1,455,453,000					\$160,651,000	\$1,294,802,000			
Other Payments Involving IGT (Manag. Care & Non-SB1100 Hosp.)	\$231,185,000							\$181,185,000	\$50,000,000	
Family Planning (N/A 90% FFP)	\$321,996,600									
Enhanced Title XXI	\$321,903,100									
Title XXI (50% FFP)	\$66,425,500	\$64,426,500	\$1,999,000							
BCCTP Enhanced Title XIX (N/A fixed 65% FFP)	\$71,442,800									
Indian Health (N/A 100% Fed)	\$10,500,000									
Local Trauma (IGT match)	\$29,865,000							\$29,865,000		
DPH DSH CPE (N/A due to DSH Federal Allotment)	\$605,270,000									
DPH DSH IGT (N/A due to DSH Federal Allotment)	\$498,385,000									
Non-DPH DSH (N/A due to DSH Federal Allotment)	\$9,605,000									
Money Follows Person (N/A due to Federal Grant)	\$12,365,000									
DPH SNCP CPE	\$559,821,000									
Distressed Hospital Payments	\$15,013,000			\$15,013,000						
DPH Physician/Non-Physician CPE	\$77,625,000						\$77,625,000			
DPH Interim Per Diem Reconciliation CPE	\$31,000,000						\$31,000,000			
So.LA Medical Services Preservation CPE SNCP	\$100,000,000									
S/T Reductions	\$9,877,509,500									
FY 2008-09 Federal Funds Estimate		\$12,137,310,500	\$4,293,926,000	\$15,013,000	\$972,973,000	\$160,651,000	\$1,403,427,000	\$211,050,000	\$50,000,000	\$19,244,350,500
FY 2008-09 Total Funds Computable at FMAP		\$24,274,621,000	\$8,587,852,000	\$30,026,000	\$1,945,946,000	\$321,302,000	\$2,806,854,000	\$422,100,000	\$100,000,000	\$38,488,701,000
Full Year Federal Share Increase for each 1% Increase in FMAP		\$242,700,000	\$85,900,000	\$300,000	\$19,500,000	\$3,200,000	\$28,100,000	\$4,200,000	\$1,000,000	\$384,900,000
Full Year Non-Federal Share Savings for each 1% Increase in FMAP		-\$242,700,000	-\$85,900,000	-\$300,000	-\$19,500,000	-\$3,200,000	-\$28,100,000	-\$4,200,000	-\$1,000,000	-\$384,900,000
State Savings										-\$328,600,000
County/Local Savings										-\$56,000,000
State Fund Savings										-\$300,000

* Reductions shown in this column are for expenditures where the FMAP is not applicable or the non-Federal share is not DHCS GF

State Savings	\$3,808,474,000
County/Local Savings	\$649,040,000
State Fund Savings	\$3,477,000
Total	\$4,460,991,000